## **FISCAL NOTE**

# SB 3467 - HB 3955

March 17, 2006

**SUMMARY OF BILL:** Prohibits any person, on or after January 1, 2008, from manufacturing, blending, distributing, selling, or offering to sale motor fuel containing methyl tertiary butyl ether (MTBE).

### **ESTIMATED FISCAL IMPACT:**

Other Fiscal Impact – According to several state agencies, enactment of this bill would have no fiscal impact on state or local governments. However, this proposed legislation does not address penalties or fines for engaging in the manufacturing, blending, distributing, or selling of MTBE in Tennessee after July 1, 2008. To the extent penalties and/or fines are levied, state and local government revenues and expenditures are estimated to increase by amounts considered not significant.

#### **Assumptions:**

- It shall not be a violation to distribute, sell or offer for sale motor fuel containing incidental amounts of MTBE not to exceed one-half of one percent (0.5%) by volume.
- Does not prohibit the transport of motor fuel containing MTBE through this state for delivery outside this state.
- According to the Department of Agriculture, the Department of Revenue, and the Department of Transportation, the enactment of this bill would have no fiscal impact upon state or local governments.
- However, this bill does not address penalties or fines for engaging in the manufacturing, blending, distributing, or selling of MTBE in Tennessee after July 1, 2008.
- To the extent fines are levied, revenues to state and local governments are estimated to increase by amounts considered not significant.

• To the extent state and local government courts incur increased activity, expenditures to state and local governments are estimated to increase by amounts considered not significant.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director